

Preferred Risk Rating Plan for Automobile Insurance-

F.-The plan shall be consistent with the rating system filed by the insurer or rating organization.

Section A(c) 3.- Every cancellation or non-renewal of a policy subject to a surcharge no matter what the reasons are shall be immediately notified by the insurer or his representative to the Office of the Commissioner of Insurance in the model furnished to him by the office number 24 and which shall indicate the following:

1. Number of the cancelled policy.
2. Name and address of the insured.
3. Description of the vehicle, as it appears in the policy.
4. Date and kind of accident (B.I. and P.D.)
5. Per cent of surcharge.
6. Any additional information that the insurer thinks can be useful to prevent the affected person from evading compliance with the mentioned plan.

Section A(d) 4.- Each general agent authorized to sell automobile insurance will receive from the Commissioner of Insurance the information respecting each of the notifications that he receives. At the receipt of this information by each general agent, he shall not issue any policy covering the risk involved unless the corresponding penalty is applied.

Section A(e) 5.- If the general agent, at the receipt of our information determines that the policy has been already issued, he shall, by invoice sent to the insured notify him within the following five days after the receipt of our information the amount corresponding to the surcharge and in the same invoice shall notify the insured that the insurance will be automatically cancelled if the amount of the charge is not paid within the term of ten days beginning with the date such invoice was mailed.

Section A(f) 6.- The information sent by the Commissioner on this kind of risk shall be filed by the general agents and shall constitute a register that will be kept until an examiner of the Commissioner's Office reviews it.

Section 7.- No automobile liability insurance policy subject to the provisions of this Regulation shall be issued unless it has first complied with all the provisions of the applicable plan.

Section A(g) 8.- The agents will show in their policy and cancellations registers all the policies that have been subject to a surcharge at the time of making the corresponding entry in said registers.

Section 9.- It will be the duty of every producer to have appropriate knowledge of the their respective plan and the rates in force. The verification of the repeated incorrect writing of policies may bring about, in addition to penalties for violations to this Regulation, the cancellation of the licence possessed by the producer.